

HODGEMAN COUNTY, KANSAS

**FINANCIAL STATEMENT
with
INDEPENDENT AUDITOR'S REPORT
YEAR ENDED DECEMBER 31, 2012**

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INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners
Hodgeman County, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Hodgeman County, Kansas, as of and for the year ended December 31, 2012 and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note A to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion of the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note A, the financial statement is prepared by Hodgeman County, Kansas to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note A and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Hodgeman County, Kansas as of December 31, 2012, or changes in financial position thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balances of Hodgeman County, Kansas as of December 31, 2012, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note A.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures, schedule of regulatory basis receipts and disbursements agency funds, (schedules 1, and 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note A.

The 2011 actual column presented in the individual fund schedules of regulatory basis, receipts and expenditures; (Schedule 2 as listed in the table of contents) upon which we rendered an unqualified opinion dated September 17, 2012, is also presented for comparative analysis and is not a required part of the 2012 financial statement. The 2011 financial statements and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration, Office of Management Analysis and Standards at the following link: <http://da.ks.gov/ar/muniserv/>. Such 2011 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2011 financial statements. The 2011 comparative information was subjected to the auditing procedures applied in the audit of the 2011 financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2011 financial statements or to the 2011 financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2011 comparative information is fairly stated in all material respects in relation to the 2011 financial statements as a whole.

Kennedy McKee & Company LLP

September 4, 2013

HODGEMAN COUNTY, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH REGULATORY BASIS

Year ended December 31, 2012

<u>Fund</u>	<u>Beginning unencumbered cash balance</u>	<u>Cash receipts</u>	<u>Expenditures</u>
GENERAL FUND:			
General	\$ 358,055	\$ 2,572,401	\$ 2,684,980
SPECIAL PURPOSE FUNDS:			
Road and bridge	158,566	1,220,794	1,218,985
Extension council	5,399	88,773	91,000
Noxious weed	8,988	432,182	410,299
Noxious weed capital outlay	137,323	10,000	-
County hospital	10,276	262,249	272,525
Ambulance	35,185	147,193	166,426
Special alcohol and drug	1,360	371	-
Rural fire district	23,941	69,843	78,291
Non-budgeted special purpose funds:			
Special machinery	693,440	25,000	25,271
Ambulance equipment	9,000	50,000	-
Prosecuting attorney trust	2,840	1,322	3,018
Special motor vehicle	15,028	26,938	21,123
Register of deeds technology	7,909	14,990	845
Municipal equipment reserve	209,787	25,000	80,714
Capital improvements	356,234	25,000	220,626
Bioterrorism grant	(465)	7,741	8,281
Micro loan grant	-	1,480	1,480
Micro loan grant revolving	44,718	4,924	1,480
Rural fire equipment	15,790	15,000	-
E911 Combined	40,093	39,729	20,957
E911 Sheriff grant	29,329	393	27,793
Law enforcement trust	5,509	-	-
Special highway improvements	300,001	-	-
Energy grant	-	1,731	-
Total special purpose funds	<u>2,110,251</u>	<u>2,470,653</u>	<u>2,649,114</u>
BOND AND INTEREST FUNDS:			
Bond and interest	47,128	587,275	506,305
No-fund warrants	6,005	271,321	197,020
Hospital bond debt service reserve	105,808	3,990	-
Total bond and interest funds	<u>158,941</u>	<u>862,586</u>	<u>703,325</u>
Total reporting entity (excluding agency funds)	<u>\$ 2,627,247</u>	<u>\$ 5,905,640</u>	<u>\$ 6,037,419</u>
Composition of cash balance:			
Super now account			
Checking account			
Bond			
Money market account			
Micro loan account			
Cash and cash items on hand			
Certificates of deposit			
Total cash			
Agency funds			
Total - excluding agency funds			

The notes to the financial statement are an integral part of this statement.

STATEMENT 1

<u>Ending unencumbered cash balance</u>	<u>Add outstanding encumbrances and accounts payable</u>	<u>Ending cash balance</u>
<u>\$ 245,476</u>	<u>\$ 68,977</u>	<u>\$ 314,453</u>
160,375	75,131	235,506
3,172	-	3,172
30,871	-	30,871
147,323	-	147,323
-	-	-
15,952	-	15,952
1,731	-	1,731
15,493	-	15,493
693,169	-	693,169
59,000	-	59,000
1,144	-	1,144
20,843	-	20,843
22,054	-	22,054
154,073	-	154,073
160,608	-	160,608
(1,005)	-	(1,005)
-	-	-
48,162	-	48,162
30,790	-	30,790
58,865	-	58,865
1,929	-	1,929
5,509	-	5,509
300,001	-	300,001
1,731	-	1,731
<u>1,931,790</u>	<u>75,131</u>	<u>2,006,921</u>
128,098	-	128,098
80,306	-	80,306
109,798	-	109,798
318,202	-	318,202
<u>\$ 2,495,468</u>	<u>\$ 144,108</u>	<u>\$ 2,639,576</u>
		\$ 684,069
		69,686
		94,992
		4,344,410
		48,984
		765
		<u>2,300,000</u>
		7,542,906
		<u>(4,903,330)</u>
		<u>\$ 2,639,576</u>

HODGEMAN COUNTY, KANSAS
NOTES TO FINANCIAL STATEMENT

December 31, 2012

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Municipal Financial Reporting Entity

Hodgeman County is a municipal corporation governed by an elected five-member commission. The financial statement presents Hodgeman County, Kansas, (the primary government) and does not include the following related municipal entities:

Hodgeman County Hospital: The members of the governing board of the Hospital are appointed by the County Commissioners. This board is accountable to the Board of Commissioners for fiscal matters. Complete financial records for the Board can be obtained from their administrative offices of the entity at 809 W. Bramley St., Jetmore, Kansas 67854.

Hodgeman County Extension Council: Hodgeman County Extension Council provides services in such areas as agriculture, home economics, and 4-H club, to all persons in the County. The Council has an elected board for its governing body. The County annually provides significant operating subsidies to the Council. Complete financial records for the Council may be obtained from their administrative offices at the Hodgeman County Courthouse, Jetmore, Kansas 67854.

2. Regulatory Basis Fund Types

The accounts of the County are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The following types of funds comprise the financial activities of the County for the year ended December 31, 2012

General fund - the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose fund - used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest fund - used to account for the accumulation of resources, including tax levies, and transfers from other funds for the payment of general long-term debt.

Agency fund - funds used to report assets held by the municipal reporting entity in a purely custodial capacity.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3. Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities, or deferred inflows or outflows, other than those mentioned above.

The County has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the County to use the regulatory basis of accounting.

4. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

- Preparation of the budget for the succeeding calendar year on or before August 1st.
- Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
- Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Budgetary Information (Continued)

A legal operating budget is not required for agency funds and the following special purpose funds:

Special Machinery	Special Highway Improvements
Ambulance Equipment	Prosecuting Attorney Trust
Special Motor Vehicle	Register of Deeds Technology
Municipal Equipment Reserve	Capital Improvements
Bioterrorism Grant	Micro Loan Grant
Rural Fire Equipment	Law Enforcement Trust
E911 Combined	Micro Loan Grant Revolving
E911 Sheriff Grant	Energy Grant

Spending in funds, which are not subject to the legal annual operating budget requirement are controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

B. COMPLIANCE WITH KANSAS STATUTES

References made herein to the statutes are not intended as interpretations of law, but are offered for consideration to the Director of Accounts and Reports and for interpretation by the legal representatives of the County.

The cash basis law provided by K.S.A. 10-1113 prohibits the creation of indebtedness in any fund greater than the unencumbered cash of that fund. At December 31, 2012 the Bioterrorism Grant Fund had an unencumbered cash deficit of \$1,005, but according to K.S.A. 12-1664, the County is not prohibited from financing the federal or state share of a local program from current funds if available.

K.S.A. 79-3107b establishes that the county treasurer shall make timely quarterly payments to the state treasurer, \$.01 of each \$.26 paid to the county treasurer during the preceding calendar quarter from mortgage registration fees collected. The county treasurer did not make the third or fourth quarter payments to the state on a timely basis.

C. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the County. The statute requires banks eligible to hold the County's funds to have a main or branch bank in the county in which the County is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The County has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the County's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The County has no investment policy that would further limit its investment choices.

C. DEPOSITS AND INVESTMENTS (CONTINUED)

Custodial credit risk - deposits. Custodial credit risk is the risk that, in the event of a bank failure, the County's deposits may not be returned to it. State statutes require the County's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka.

At December 31, 2012 the carrying amount of the County's deposits, including certificates of deposit, was \$7,542,141 and the bank balance was \$8,060,869. Of the bank balance, \$590,564 was covered by federal depository insurance, and \$7,470,305 was collateralized with securities held by the pledging financial institutions agents in the County's name.

D. PENSION COSTS AND EMPLOYEE BENEFITS

1. Defined Benefit Pension Plan

Plan description. Hodgeman County, Kansas, participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas, Suite 100; Topeka, KS 66603), at the following website: <http://www.kpers.org/annualreport2012.pdf> or by calling 1-888-275-5737.

Funding Policy. K.S.A. 74-4919 and 74-49,210 establish the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at 4% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. The employer collects and remits member-employee contributions according to the provisions of Section 414(h) of the Internal Revenue Code. Kansas law provides that the employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates. Hodgeman County employer contributions to KPERS for the years ending December 31, 2012, 2011, and 2010, were \$107,863, \$100,427, and \$85,450, respectively, equal to the regulatory required contributions for each year as set forth by the legislature.

2. Other Employee Benefits

Vacation leave - The County's policies regarding vacation permits non-elected employees with one year of employment to earn ten days of vacation. Employees with greater than ten years of employment earn 15 days of vacation per year. All employees are allowed to carry over vacation one year past their anniversary date for a maximum accumulation of 20 days for employees with ten years of service or less and 30 days for employees with more than ten years of service. Upon termination or resignation from service with the County, employees are entitled to payment for all accumulated vacation earned prior to termination or resignation, provided two weeks notice is given.

D. PENSION COST AND EMPLOYEE BENEFITS (CONTINUED)

3. Other Employee Benefits (Continued)

Sick leave - All non-elected employees on permanent status earn sick leave at the rate of one calendar day per month of service with a maximum accumulation of 90 days. Part-time employees do not earn sick leave. No allowance for unused sick leave is paid upon termination, resignation, or retirement.

Section 125 Cafeteria Plan/Health Insurance - The County offers a section 125 cafeteria plan for all employees electing to participate. Participants use this for health insurance premiums, other medical costs, and dependent care costs. The plan is administered by an independent company.

Section 457 Deferred Compensation Plan - The County offers employees a deferred compensation plan created in accordance with Internal Revenue Service Code Section 457.

4. Other Post Employment Benefits

As provided by K.S.A. 12-5040, the County allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the County is subsidizing the retirees because each participant is charged a level of premium regardless of age.

Under the Consolidated Omnibus Budget Reconciliation Act of 1985 (COBRA), the County makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

E. LONG-TERM DEBT

Changes in long-term liabilities for the entity for the year ended December 31, 2012, were as follows:

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions/ net change</u>	<u>Reductions/ net change</u>	<u>Balance end of year</u>	<u>Interest paid</u>
General obligation bonds:					
Hospital bonds - Series 2006:					
Issued December 11, 2006					
In the amount of \$4,100,000					
At interest rates of 3.7% to 5.0%					
Maturing September 1, 2027	\$ 3,730,000	\$ -	\$ 150,000	\$ 3,580,000	\$ 152,958
Hospital bonds – Series 2008:					
Issued June 1, 2008					
In the amount of \$1,700,000					
At interest rates of 2.7% to 5.5%					
Maturing September 1, 2018	<u>1,320,000</u>	<u>-</u>	<u>160,000</u>	<u>1,160,000</u>	<u>43,348</u>
	<u>5,050,000</u>	<u>-</u>	<u>310,000</u>	<u>4,740,000</u>	<u>196,306</u>

E. LONG-TERM DEBT (CONTINUED)

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions/ net change</u>	<u>Reductions/ net change</u>	<u>Balance end of year</u>	<u>Interest paid</u>
No-fund warrants:					
Farmers State Bank Issued July 23, 2008 In the amount of \$300,000 At interest rate of 4.212% Maturing August 20, 2013	\$ 120,000	\$ -	\$ 60,000	\$ 60,000	\$ 4,570
Hanston State Bank Issued October 20, 2009 In the amount of \$600,000 At interest rates of 3% to 4% Maturing August 20, 2014	<u>360,000</u>	<u>-</u>	<u>120,000</u>	<u>240,000</u>	<u>12,450</u>
	<u>480,000</u>	<u>-</u>	<u>180,000</u>	<u>300,000</u>	<u>17,020</u>
Capital leases:					
Caterpillar Scraper Issued December 5, 2007 In the amount of \$130,317 At interest rate of 4.0% Maturing January 25, 2013	22,839	-	22,839	-	7,683
Two Caterpillar 12 M Motor Graders Issued August 26, 2009 In the amount of \$112,500 At interest rates of 4% Maturing August 26, 2014	70,127	-	22,466	47,661	2,805
Bomag Landfill Compactor Issued April 29, 2011 In the amount of \$75,000 At interest rates of 3.299% Maturing April 29, 2014	60,000	-	19,354	40,646	1,980
Energy Conservation Improvements Issued June 30, 2011 In the amount of \$100,000 At interest rates of 5.19% Maturing September 1, 2018	96,856	-	11,420	85,436	4,363
Ford F550 Fire Truck Issued November, 2012 In the amount of \$107,500 At interest rates of 3.25% Maturing September 30, 2017	<u>-</u>	<u>107,500</u>	<u>-</u>	<u>107,500</u>	<u>-</u>
	<u>249,822</u>	<u>107,500</u>	<u>76,079</u>	<u>281,243</u>	<u>16,831</u>
Totals	<u>\$ 5,779,822</u>	<u>\$ 107,500</u>	<u>\$ 566,079</u>	<u>\$ 5,321,243</u>	<u>\$ 230,157</u>

E. LONG-TERM DEBT (CONTINUED)

Current maturities of general obligation bonds and interest for the next five years and in five year increments through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2013	\$ 330,000	\$ 185,245	\$ 515,245
2014	340,000	171,145	511,145
2015	360,000	159,445	519,445
2016	385,000	146,865	531,865
2017	405,000	133,128	538,128
2018-2022	1,390,000	473,713	1,863,713
2023-2027	<u>1,530,000</u>	<u>200,425</u>	<u>1,730,425</u>
Total	<u>\$ 4,740,000</u>	<u>\$ 1,469,966</u>	<u>\$ 6,209,966</u>

Current maturities of no-fund warrants and interest through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2013	\$ 180,000	\$ 10,076	\$ 190,076
2014	<u>120,000</u>	<u>3,600</u>	<u>123,600</u>
Total	<u>\$ 300,000</u>	<u>\$ 13,676</u>	<u>\$ 313,676</u>

Current maturities of capital leases and interest are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2013	\$ 76,989	\$ 10,369	\$ 87,358
2014	79,447	7,909	87,356
2015	35,903	4,850	40,753
2016	37,366	3,387	40,753
2017	38,900	2,714	41,614
2018	<u>12,638</u>	<u>275</u>	<u>12,913</u>
Total	<u>\$ 281,243</u>	<u>\$ 29,504</u>	<u>\$ 310,747</u>

F. INTERFUND TRANSFERS

A summary of interfund transfers by type is as follows:

<u>From</u>	<u>To</u>	<u>Regulatory authority</u>	<u>Amount</u>
Operating transfers:			
Ambulance	Ambulance equipment	K.S.A. 68-590	\$ 50,000
Special motor vehicle	General	K.S.A. 8-145	15,028
Noxious weed	Noxious weed		
	Capital outlay	K.S.A. 2-1318	10,000
General	Municipal equipment reserve	K.S.A. 19-119	25,000
General	Capital improvement	K.S.A. 19-120	25,000
Road and bridge	Special machinery	K.S.A. 68-141g	25,000
Rural fire	Rural fire equipment	K.S.A. 68-590	15,000
Micro Loan Grant	Micro Loan Grant		
Revolving		Grant agreement	<u>1,480</u>
			<u>\$ 166,508</u>

G. CDBG LOANS

In 2003, the County issued a \$15,000 revolving loan to a local business from funds paid in retirement of original Community Development Block Grant revolving loans. The loan at 4.25% is to be repaid over a period of ten years. Loan payments are \$162 per month, including principal and interest. At December 31, 2012 the loan balance of \$2,996 was paid off.

In 2008, the County issued a \$15,000 revolving loan to a local business from funds paid in retirement of original Community Development Block Grant revolving loans. The loan at 4.00% is to be repaid over a period of ten years. Loan payments are \$173 per month, including principal and interest. At December 31, 2012 the loan balance was \$1,896.

H. CONDUIT DEBT OBLIGATIONS

The County has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the County, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities of the county.

As of December 31, 2012, there was one series of Industrial Revenue Bonds outstanding, with an aggregate principal amount payable of \$535,000.

I. MEDICAL SELF INSURANCE

Hodgeman County maintains a self-insurance program that is handled by an outside administrator who determines claims to be paid by the county. A stop loss insurance policy is purchased by the county to cover claims above \$20,000 per employee. Changes in claims liability for the past two years have been as follows:

<u>Year ended December 31,</u>	<u>Beginning of year liability</u>	<u>Claims and changes in estimates</u>	<u>Claim payments</u>	<u>End of year liability</u>
2011	\$ 562	\$ 324,480	\$ 308,989	\$ 16,053
2012	16,053	421,086	382,671	54,468

J. RISK MANAGEMENT

The County is exposed to various risks of loss related torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; natural disasters; and medical needs of employees. The County participates in public entity risk pools to cover property, liability and worker's compensation. The County purchases commercial insurance to cover the medical needs of employees. There have been no significant reductions in coverage from the prior year. Settled claims from these risks have not exceeded insurance coverage in the past three years.

K. CONTINGENCIES

The County receives Federal and State Grants for specific purposes that are subject to review and audit by Federal and State agencies. Such audits could result in a request for reimbursement for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of County management, such disallowances, if any, would be insignificant.

L. SUBSEQUENT EVENTS

Management has evaluated subsequent events through September 4, 2013, the date on which the financial statement was available to be used. Management's evaluation concluded that the following subsequent event be disclosed in this financial statement.

In April 2013, the County issued Series 2013 General Obligation bonds in the amount of \$3,885,000 to advance refund a portion of the Series 2006 and 2008 General Obligation bonds.

**REGULATORY REQUIRED
SUPPLEMENTARY INFORMATION**

HODGEMAN COUNTY, KANSAS**SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

Year ended December 31, 2012

<u>Fund</u>	<u>Certified budget</u>	<u>Adjustments for qualifying budget credits</u>	<u>Total budget for comparison</u>	<u>Expenditures chargeable to current year</u>	<u>Variance favorable (unfavorable)</u>
General fund	\$ 2,747,236	\$ -	\$ 2,747,236	\$ 2,684,980	\$ 62,256
Special purpose funds:					
Road and bridge	1,339,500	-	1,339,500	1,218,985	120,515
Extension council	91,000	-	91,000	91,000	-
Noxious weed	468,550	-	468,550	410,299	58,251
Noxious weed capital outlay	135,000	-	135,000	-	135,000
County hospital	279,000	-	279,000	272,525	6,475
Ambulance	180,000	-	180,000	166,426	13,574
Special alcohol and drug	1,360	-	1,360	-	1,360
Rural fire district	93,000	-	93,000	78,291	14,709
Bond and interest funds:					
Bond and interest	510,000	-	510,000	506,305	3,695
No-fund warrants	267,000	-	267,000	197,020	69,980
 Total	 \$ 6,111,646	 \$ -	 \$ 6,111,646	 \$ 5,625,831	 \$ 485,815

See Independent Auditor's Report.

HODGEMAN COUNTY, KANSAS**GENERAL FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Cash receipts:				
Taxes and shared revenue:				
Ad valorem property tax	\$ 1,938,589	\$ 1,951,177	\$ 1,988,410	\$ (37,233)
Delinquent tax	23,466	19,782	10,000	9,782
Motor vehicle tax	124,400	126,846	130,999	(4,153)
Recreational vehicle tax	952	960	945	15
16/20M truck tax	19,996	20,006	19,717	289
Mineral production tax	36,902	31,999	10,000	21,999
Health grants	36,449	26,410	13,635	12,775
Licenses, permits and fees	145,658	175,314	55,000	120,314
Fines, forfeitures and penalties	12,017	7,562	10,000	(2,438)
Charges for services	177,607	165,009	174,025	(9,016)
Interest	11,152	8,008	15,000	(6,992)
Other	33,098	24,300	7,000	17,300
Operating transfers	16,806	15,028	15,000	28
Total cash receipts	<u>2,577,092</u>	<u>2,572,401</u>	<u>\$ 2,449,731</u>	<u>\$ 122,670</u>
Expenditures:				
County Commissioners	79,634	89,414	\$ 77,000	\$ (12,414)
County Clerk	56,749	57,938	64,600	6,662
County Treasurer	76,764	60,702	81,090	20,388
County Attorney	46,948	48,128	52,000	3,872
Register of Deeds	71,032	81,212	60,300	(20,912)
District Court	42,616	43,186	39,987	(3,199)
Law enforcement	397,808	399,421	386,500	(12,921)
Health department	159,885	166,123	169,788	3,665
Solid waste	152,239	152,229	184,000	31,771
Courthouse general	85,090	108,299	154,000	45,701
Park and pool	42,417	40,270	35,000	(5,270)
Election	5,237	23,479	30,000	6,521
Appraiser cost	134,793	114,414	142,000	27,586
Judgments and tort liability	104,297	108,267	105,000	(3,267)
Employee benefits	854,566	966,695	1,020,000	53,305
Emergency management	9,995	5,975	11,000	5,025
Other	10,651	59,107	-	(59,107)

HODGEMAN COUNTY, KANSAS

GENERAL FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Appropriations:				
Fair building	\$ 13,110	\$ 13,721	\$ 13,721	\$ -
Soil Conservation	18,000	18,000	18,000	-
Elderly services	17,325	17,475	17,325	(150)
Historical Society	3,000	3,000	3,000	-
Community Mental Health	27,600	26,925	26,925	-
Land rush	5,000	-	25,000	25,000
Economic development	31,500	31,000	31,000	-
Operating transfers	200,000	50,000	-	(50,000)
Total expenditures and transfers	2,646,256	2,684,980	\$ 2,747,236	\$ 62,256
Receipts over (under) expenditures	(69,164)	(112,579)		
Unencumbered cash balance, beginning of year	426,940	358,055	\$ 297,505	\$ 60,550
Residual equity transfer in	279	-		
Unencumbered cash balance, end of year	\$ 358,055	\$ 245,476		

See Independent Auditor's Report.

HODGEMAN COUNTY, KANSAS

ROAD AND BRIDGE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Cash receipts:				
Taxes and shared revenue:				
Ad valorem property tax	\$ 888,557	\$ 852,533	\$ 868,779	\$ (16,246)
Delinquent tax	11,004	9,202	5,000	4,202
Motor vehicle tax	57,786	58,096	60,042	(1,946)
Recreational vehicle tax	439	440	434	6
16/20M truck tax	10,178	9,146	9,037	109
Gasoline tax	205,622	211,029	201,330	9,699
Other	18,998	80,348	10,000	70,348
Total cash receipts	1,192,584	1,220,794	\$ 1,154,622	\$ 66,172
Expenditures:				
Highways and streets	998,088	1,193,985	\$ 1,239,500	\$ 45,515
Operating transfers	300,000	25,000	100,000	75,000
Total expenditures	1,298,088	1,218,985	\$ 1,339,500	\$ 120,515
Receipts over (under) expenditures	(105,504)	1,809		
Unencumbered cash balance, beginning of year	264,070	158,566	\$ 184,878	\$ (26,312)
Unencumbered cash balance, end of year	\$ 158,566	\$ 160,375		

See Independent Auditor's Report.

HODGEMAN COUNTY, KANSAS**EXTENSION COUNCIL FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Cash receipts:				
Taxes and shared revenue:				
Ad valorem property tax	\$ 85,802	\$ 81,467	\$ 80,605	\$ 862
Delinquent tax	1,044	871	500	371
Motor vehicle tax	5,283	5,545	5,797	(252)
Recreational vehicle tax	40	42	42	-
16/20M truck tax	854	848	873	(25)
Total cash receipts	93,023	88,773	<u>\$ 87,817</u>	<u>\$ 956</u>
Expenditures:				
Appropriation	91,000	91,000	<u>\$ 91,000</u>	<u>\$ -</u>
Receipts over (under) expenditures	2,023	(2,227)		
Unencumbered cash balance, beginning of year	3,376	5,399	<u>\$ 3,183</u>	<u>\$ 2,216</u>
Unencumbered cash balance, end of year	<u>\$ 5,399</u>	<u>\$ 3,172</u>		

See Independent Auditor's Report.

HODGEMAN COUNTY, KANSAS

NOXIOUS WEED FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Cash receipts:				
Taxes and shared revenue:				
Ad valorem property tax	\$ 177,496	\$ 194,223	\$ 197,926	\$ (3,703)
Delinquent tax	1,536	1,628	1,000	628
Motor vehicle tax	9,889	11,298	11,994	(696)
Recreational vehicle tax	77	86	87	(1)
16/20M truck tax	1,111	1,660	1,805	(145)
Chemical sales	136,842	223,287	210,000	13,287
Total cash receipts	326,951	432,182	\$ 422,812	\$ 9,370
Expenditures:				
Highways and streets	307,657	400,299	\$ 438,550	\$ 38,251
Operating transfers	30,000	10,000	30,000	20,000
Total expenditures	337,657	410,299	\$ 468,550	\$ 58,251
Receipts over (under) expenditures	(10,706)	21,883		
Unencumbered cash balance, beginning of year	19,694	8,988	\$ 45,738	\$ (36,750)
Unencumbered cash balance, end of year	\$ 8,988	\$ 30,871		

See Independent Auditor's Report.

HODGEMAN COUNTY, KANSAS**NOXIOUS WEED CAPITAL OUTLAY FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		<u>2012</u>		Variance
	<u>2011</u>	<u>Actual</u>	<u>Budget</u>	<u>favorable (unfavorable)</u>
Cash receipts:				
Operating transfers	\$ 30,000	\$ 10,000	<u>\$ 30,000</u>	<u>\$ (20,000)</u>
Expenditures:				
Highways and streets	<u>-</u>	<u>-</u>	<u>\$ 135,000</u>	<u>\$ 135,000</u>
Receipts over (under) expenditures	30,000	10,000		
Unencumbered cash balance, beginning of year	<u>107,323</u>	<u>137,323</u>	<u>\$ 107,323</u>	<u>\$ 30,000</u>
Unencumbered cash balance, end of year	<u>\$ 137,323</u>	<u>\$ 147,323</u>	<u>\$ 2,323</u>	<u>\$ 145,000</u>

See Independent Auditor's Report.

HODGEMAN COUNTY, KANSAS

COUNTY HOSPITAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Cash receipts:				
Taxes and shared revenue:				
Ad valorem property tax	\$ 264,490	\$ 240,049	\$ 237,504	\$ 2,545
Delinquent tax	3,073	2,670	1,000	1,670
Motor vehicle tax	15,722	16,896	17,875	(979)
Recreational vehicle tax	120	128	129	(1)
16/20M truck tax	2,651	2,506	2,690	(184)
Total cash receipts	286,056	262,249	<u>\$ 259,198</u>	<u>\$ 3,051</u>
Expenditures:				
Appropriation	279,000	272,525	<u>\$ 279,000</u>	<u>\$ 6,475</u>
Receipts over (under) expenditures	7,056	(10,276)		
Unencumbered cash balance, beginning of year	3,220	10,276	<u>\$ 19,802</u>	<u>\$ (9,526)</u>
Unencumbered cash balance, end of year	<u>\$ 10,276</u>	<u>\$ -</u>		

See Independent Auditor's Report.

HODGEMAN COUNTY, KANSAS

AMBULANCE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Cash receipts:				
Taxes and shared revenue:				
Ad valorem property tax	\$ 54,942	\$ 75,533	\$ 76,990	\$ (1,457)
Delinquent tax	625	547	500	47
Motor vehicle tax	3,199	3,516	3,713	(197)
Recreational vehicle tax	25	27	27	-
16/20M truck tax	447	523	559	(36)
Charges for services	71,187	67,047	70,000	(2,953)
Total cash receipts	130,425	147,193	\$ 151,789	\$ (4,596)
Expenditures:				
Health and welfare	151,038	116,426	\$ 150,000	\$ 33,574
Operating transfer	9,000	50,000	30,000	(20,000)
Total expenditures	160,038	166,426	\$ 180,000	\$ 13,574
Receipts over (under) expenditures	(29,613)	(19,233)		
Unencumbered cash balance, beginning of year	64,798	35,185	\$ 28,211	\$ 6,974
Unencumbered cash balance, end of year	\$ 35,185	\$ 15,952		

See Independent Auditor's Report.

HODGEMAN COUNTY, KANSAS**SPECIAL ALCOHOL AND DRUG FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance favorable (unfavorable)
	<u>2011</u>	<u>Actual</u>	<u>Budget</u>	
Cash receipts:				
State aid	\$ -	\$ 371	<u>\$ -</u>	<u>\$ 371</u>
Expenditures:				
Health and welfare	<u>-</u>	<u>-</u>	<u>\$ 1,360</u>	<u>\$ 1,360</u>
Receipts over (under) expenditures	-	371		
Unencumbered cash balance, beginning of year	<u>1,360</u>	<u>1,360</u>	<u>\$ 1,360</u>	<u>\$ -</u>
Unencumbered cash balance, end of year	<u>\$ 1,360</u>	<u>\$ 1,731</u>		

See Independent Auditor's Report.

HODGEMAN COUNTY, KANSAS**RURAL FIRE DISTRICT FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Cash receipts:				
Taxes and shared revenue:				
Ad valorem property tax	\$ 54,876	\$ 63,849	\$ 65,114	\$ (1,265)
Delinquent tax	673	368	500	(132)
Motor vehicle tax	2,726	2,386	2,899	(513)
Recreational vehicle tax	21	20	22	(2)
16/20M truck tax	648	685	721	(36)
Other	5,852	2,535	1,477	1,058
Total cash receipts	64,796	69,843	\$ 70,733	\$ (890)
Expenditures:				
Public safety	65,936	63,291	\$ 63,000	\$ (291)
Operating transfers	15,000	15,000	30,000	15,000
Total expenditures	80,936	78,291	\$ 93,000	\$ 14,709
Receipts over (under) expenditures	(16,140)	(8,448)		
Unencumbered cash balance, beginning of year	40,081	23,941	\$ 22,267	\$ 1,674
Unencumbered cash balance, end of year	\$ 23,941	\$ 15,493		

See Independent Auditor's Report.

HODGEMAN COUNTY, KANSAS**BOND AND INTEREST FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Cash receipts:				
Taxes and shared revenue:				
Ad valorem property tax	\$ 288,086	\$ 292,312	\$ 289,203	\$ 3,109
Delinquent tax	2,183	2,360	500	1,860
Motor vehicle tax	13,874	17,618	19,471	(1,853)
Recreational vehicle tax	108	134	141	(7)
16/20M truck tax	1,763	2,360	2,930	(570)
Sales tax	221,217	272,491	180,000	92,491
Total cash receipts	527,231	587,275	\$ 492,245	\$ 95,030
Expenditures:				
Principal	290,000	309,999	\$ 310,000	\$ 1
Interest	207,355	196,306	200,000	3,694
Total expenditures	497,355	506,305	\$ 510,000	\$ 3,695
Receipts over (under) expenditures	29,876	80,970		
Unencumbered cash balance, beginning of year	17,252	47,128	\$ 17,755	\$ 29,373
Unencumbered cash balance, end of year	\$ 47,128	\$ 128,098		

See Independent Auditor's Report.

HODGEMAN COUNTY, KANSAS**NO-FUND WARRANTS FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Cash receipts:				
Taxes and shared revenue:				
Ad valorem property tax	\$ 244,407	\$ 249,879	\$ 247,233	\$ 2,646
Delinquent tax	1,975	2,193	325	1,868
Motor vehicle tax	16,110	16,388	16,514	(126)
Recreational vehicle tax	126	124	119	5
16/20M truck tax	1,587	2,737	2,485	252
Total cash receipts	264,205	271,321	\$ 266,676	\$ 4,645
Expenditures:				
Principal	240,000	180,000	\$ 240,000	\$ 60,000
Interest	26,566	17,020	27,000	9,980
Total expenditures	266,566	197,020	\$ 267,000	\$ 69,980
Receipts over (under) expenditures	(2,361)	74,301		
Unencumbered cash balance, beginning of year	8,366	6,005	\$ 324	\$ 5,681
Unencumbered cash balance, end of year	\$ 6,005	\$ 80,306		

See Independent Auditor's Report.

HODGEMAN COUNTY, KANSAS

COMBINING STATEMENT OF RECEIPTS AND EXPENDITURES ALL NON-BUDGETED FUNDS

Year ended December 31, 2012

	Special Purpose			
	Special Machinery	Ambulance Equipment	Prosecuting Attorney Trust	Special Motor Vehicle
Cash receipts:				
Federal aid	\$ -	\$ -	\$ -	\$ -
State aid	-	-	-	-
Court fees	-	-	1,322	-
Motor vehicle fees	-	-	-	26,938
ROD tech fees	-	-	-	-
Interest	-	-	-	-
Other	-	-	-	-
Operating transfers	25,000	50,000	-	-
Total cash receipts	25,000	50,000	1,322	26,938
Expenditures:				
General government	-	-	3,018	6,095
Public safety	-	-	-	-
Highways and streets	25,271	-	-	-
Health and welfare	-	-	-	-
Operating transfers	-	-	-	15,028
Total expenditures	25,271	-	3,018	21,123
Receipts over (under) expenditures	(271)	50,000	(1,696)	5,815
Unencumbered cash balance, beginning of year	693,440	9,000	2,840	15,028
Unencumbered cash balance, end of year	\$ 693,169	\$ 59,000	\$ 1,144	\$ 20,843

See Independent Auditor's Report.

Special Purpose					
Register of Deeds Technology	Municipal Equipment Reserve	Capital Improve- ments	Bioterrorism Grant	Micro Loan Grant	Micro Loan Grant Revolving
\$ -	\$ -	\$ -	\$ 7,741	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
14,990	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	4,924
-	25,000	25,000	-	1,480	-
<u>14,990</u>	<u>25,000</u>	<u>25,000</u>	<u>7,741</u>	<u>1,480</u>	<u>4,924</u>
845	80,714	220,626	-	1,480	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	8,281	-	-
-	-	-	-	-	1,480
<u>845</u>	<u>80,714</u>	<u>220,626</u>	<u>8,281</u>	<u>1,480</u>	<u>1,480</u>
14,145	(55,714)	(195,626)	(540)	-	3,444
<u>7,909</u>	<u>209,787</u>	<u>356,234</u>	<u>(465)</u>	<u>-</u>	<u>44,718</u>
<u>\$ 22,054</u>	<u>\$ 154,073</u>	<u>\$ 160,608</u>	<u>\$ (1,005)</u>	<u>\$ -</u>	<u>\$ 48,162</u>

HODGEMAN COUNTY, KANSAS

COMBINING STATEMENT OF RECEIPTS AND EXPENDITURES ALL NON-BUDGETED FUNDS (CONTINUED)

Year ended December 31, 2012

	Special Purpose			
	Rural Fire Equipment	E911 Combined	E911 Sheriff Grant	Law Enforcement Trust
Cash receipts:				
Federal aid	\$ -	\$ -	\$ -	\$ -
State aid	-	39,254	125	-
Court fees	-	-	-	-
Motor vehicle fees	-	-	-	-
ROD tech fees	-	-	-	-
Interest	-	-	268	-
Other	-	475	-	-
Operating transfers	15,000	-	-	-
Total cash receipts	15,000	39,729	393	-
Expenditures:				
General government	-	20,957	-	-
Public safety	-	-	27,793	-
Highways and streets	-	-	-	-
Health and welfare	-	-	-	-
Operating transfers	-	-	-	-
Total expenditures	-	20,957	27,793	-
Receipts over (under) expenditures	15,000	18,772	(27,400)	-
Unencumbered cash balance, beginning of year	15,790	40,093	29,329	5,509
Unencumbered cash balance, end of year	\$ 30,790	\$ 58,865	\$ 1,929	\$ 5,509

See Independent Auditor's Report.

SCHEDULE 2-12

<u>Special Purpose</u>		<u>Debt Service</u>	
<u>Special Highway Improvements</u>	<u>Energy Grant</u>	<u>Hospital Bond Debt Service Reserve</u>	<u>Total</u>
\$ -	\$ 1,731	\$ -	\$ 9,472
-	-	-	39,379
-	-	-	1,322
-	-	-	26,938
-	-	-	14,990
-	-	3,990	4,258
-	-	-	5,399
-	-	-	141,480
-	1,731	3,990	243,238
-	-	-	333,735
-	-	-	27,793
-	-	-	25,271
-	-	-	8,281
-	-	-	16,508
-	-	-	411,588
-	1,731	3,990	(168,350)
300,001	-	105,808	1,835,021
<u>\$ 300,001</u>	<u>\$ 1,731</u>	<u>\$ 109,798</u>	<u>\$ 1,666,671</u>

HODGEMAN COUNTY, KANSAS

**ALL AGENCY FUNDS
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS**

For the Year ended December 31, 2012

Fund	Beginning cash balance	Cash receipts	Cash disbursements	Ending cash balance
County Clerk	\$ 159	\$ 3,181	\$ 2,775	\$ 565
Register of Deeds	-	109,880	109,880	-
District Court	18,311	316,117	286,798	47,630
Sheriff	1,510	43,460	44,930	40
Tax collection accounts	4,348,310	7,346,697	7,162,322	4,532,685
Local taxing districts	500	2,686,913	2,687,413	-
Cafeteria plan	13	3,561	3,561	13
Fish and game licenses and hatchery fees	-	1,379	1,379	-
Heritage trust	-	647	237	410
Motor vehicle fees and sales tax collections	798	288,523	228,124	61,197
Law library	16,586	6,878	1,448	22,016
Oil & Gas Depletion	-	238,774	-	238,774
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total	<u>\$ 4,386,187</u>	<u>\$ 11,046,010</u>	<u>\$ 10,528,867</u>	<u>\$ 4,903,330</u>

See Independent Auditor's Report.